

## Franchise Tax Board

**NO ANALYSIS REQUIRED**Author: Correa Analyst: Marion Mann DeJong Bill Number: AB 2449Related Bills: None Telephone: 845-6979 Amended Date: 06/20/2002Attorney: Patrick Kusiak Sponsor: Professional Beauty Fed. of CA**SUBJECT:** Cosmetology Board Report to Legislature Licensee Information

- ☐ ANALYSIS NOT REQUIRED of this bill -- Not within scope of responsibility of this department.
- ☐ TECHNICAL BILL -- No program or fiscal changes to existing program.
- ☒ BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.
- ☐ TECHNICAL AMENDMENT -- No change in previously submitted analysis required. Approved position of prior analysis is \_\_\_\_\_.
- ☐ MINOR AMENDMENT -- No change in previously submitted analysis required. Approved position of prior analysis is \_\_\_\_\_.
- ☐ MINOR AMENDMENT -- No change in approved position of \_\_\_\_\_. See comments below.
- ☒ OTHER - See comments below.

**COMMENTS:**

This bill would require a person licensed by the Bureau of Barbering and Cosmetology (the Bureau) to provide specified information regarding the use of their license to the Bureau. The bill would also require that the Bureau report to the legislature within five years regarding licensees. The report is to include an assessment of whether a licensee is more likely to receive complaints or citations, or fail to pay taxes.

The June 20, 2002, amendments revised the information the Bureau is required to obtain from licensees and added the requirement that the Bureau report to the legislature.

This bill would not significantly impact the programs administered by the department. The Bureau has indicated that the additional licensee information received will be provided to the department on the annual license tapes used in the department's filing compliance program. The additional licensee information would provide better indication that an individual may be required to file a tax return.

Although not directly responsible for the report to the legislature, department staff is concerned about the assessment of whether a licensee is more likely to fail to pay taxes. Because of confidentiality issues, the department would be unable to provide the Bureau or the legislature with information regarding whether an individual paid income taxes. However, the department could provide statistics regarding the number of licensees that fail to file income tax returns.

Board Position:

<input type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input checked="" type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input type="checkbox"/> PENDING

Franchise Tax Board Staff

Date

Marion Mann DeJong

7/2/02